

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

May 13, 2010

CERTIFIED RETURN RECEIPT 7099 3400 0016 8894 6352

Ken George Holcim, (US) Inc. 6055 East Croydon Road Morgan, Utah 84050

Subject: Five-Year Review of Reclamation Surety, Holcim (US) Inc., Poverty Point Quarry,

M/045/0012, Tooele County, Utah

Dear Mr. George:

The reclamation surety for the Poverty Point Quarry was submitted in 2007 (with 2005 Means costs) and was escalated for five years through April 29, 2010. The Division has recalculated the surety, escalated to 2015, for a cost of \$174,100.00. This increased amount is based on escalation of unit costs and assume no increases in the disturbed area or changes in operations since the surety was originally calculated and submitted.

Please provide the updated surety no later than July 15, 2010.

In addition, the Division would like to meet with you and determine if the existing Notice of Intention (NOI) is adequate and reflects the current operation at the site. The Division has developed new bonding spreadsheets and would like to work with you to get the bond calculated in this format.

To increase the surety, you can provide a surety rider or submit cash, a letter of credit, or a certificate of deposit for either the increased or the full amount. Please contact the Division's bonding coordinator, Penny Berry, at (801) 538-5291 or by e mail at bondcoordinator@utah.gov for further information or to obtain the current bonding forms.



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Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact me at (801) 538-5261 or the Leslie Heppler at (801) 538-5257.

Sincerely,

Paul B. Baker

Mining Program Manager

PBB:lah:pb

cc: jblake@utah.gov

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